

**CLAY COUNTY UTILITY AUTHORITY
RESOLUTION NO. 2008/2009-02**

**A RESOLUTION OF THE BOARD OF
SUPERVISORS OF THE CLAY COUNTY UTILITY
AUTHORITY ADOPTING FISCAL YEAR 2008/2009
ANNUAL BUDGET; PROVIDING AN EFFECTIVE
DATE.**

WHEREAS, the Clay County Utility Authority (the "Authority"), came into existence on October 1, 1994, and on that date undertook the ownership and operation of the water and sewer utility referenced in Section 27 of Chapter 94-491, Laws of Florida (the "Act"), as well as of the Pier Station community water treatment and distribution system, and such system is included as a part of the Kingsley System for rate purposes; and

WHEREAS, the water and sewer utility owned and operated by the Authority has grown to include new and existing acquired or contributed water, wastewater and reuse water systems situated in Clay County, Florida, and within certain adjacent geographic areas of Duval and Bradford Counties, Florida; and

WHEREAS, on September 4, 1997, the Authority authorized the operation of the Eagle Harbor Water and Wastewater Treatment Systems, pursuant to that one certain Operation and Maintenance Agreement between the Authority and THE CROSSINGS AT FLEMING ISLAND COMMUNITY DEVELOPMENT DISTRICT, a Chapter 190, F.S. Community Development District; and

WHEREAS, the Authority's annual budget for Fiscal Year 2008/2009, beginning October 1, 2008 and continuing through September 30, 2009, incorporates anticipated revenues and expenditures for all systems to be operated by the Authority for such period; and

WHEREAS, the Act directs and requires that the Authority annually adopt its budget for the succeeding fiscal year, following the same procedure as followed by Clay County, Florida, for budget adoption and approval; and

WHEREAS, the Authority has duly submitted to the Board of County Commissioners for Clay County, Florida, its proposed annual budget for fiscal year 2008/2009, and has duly published notice of its public hearing to consider the final adoption of its annual budget for Fiscal Year 2008/2009, together with a budget summary describing the contents of the entire budget; and

WHEREAS, the Authority has adopted a budget for fiscal year 2008/2009 by its informal action on September 16, 2008, a copy of which is attached hereto as Exhibit "A" and herein incorporated by reference, following a public hearing on September 15, 2008, at which time the Board received staff

Board received staff comments and public comments on the then proposed budget and the proposed rates for fiscal year 2008/2009 upon which the proposed budget was based; and

WHEREAS, the Authority finds that it is in its best interest, and in the best interest of its ratepayers as a whole, to adopt its annual budget for fiscal year 2008/2009 in the form as attached as Exhibit "A" hereto, being the same budget as adopted by the Board's informal action on September 16, 2008.

NOW THEREFORE, BE IT RESOLVED BY THE BOARD OF SUPERVISORS OF THE CLAY COUNTY UTILITY AUTHORITY, an independent special district created and existing under Chapter 94-491, Laws of Florida, Special Acts of 1994, as follows:

Section 1. The Board does hereby formally adopt and approve the Authority's annual budget for fiscal year 2008/2009 in the form as attached hereto as Exhibit "A", being the same budget as adopted by the Board on September 16, 2008.


Section 2. This Resolution shall become effective immediately upon its adoption.

DULY ADOPTED, by the Board of Supervisors of the Clay County Utility Authority, this 7th day of October, 2008, dated effective as of the 1st day of October, 2008.

CLAY COUNTY UTILITY AUTHORITY,
BY ITS BOARD OF SUPERVISORS

By: 
John Cogdill, Chairman

ATTEST:

By: 
Janice Loudermilk, Secretary
Clay County Utility Authority

(Seal)

NOTICE OF PUBLIC HEARING

The Clay County Utility Authority has tentatively adopted a budget for Fiscal Year 2008/2009. A public hearing to make a final decision on the budget will be held on Monday, September 15, 2008 at 7:00 p.m. in the Clay County Utility Authority Board Room, 3176 Old Jennings Road, Middleburg, Florida.

BUDGET SUMMARY CLAY COUNTY UTILITY AUTHORITY PROPOSED BUDGET FOR 2008/2009

	Operating Fund	Capital Fund	Self Insurance Fund	Total Fund Budget
Revenues:				
Cash 10/1/2008	\$ 846,033		\$ 500,000	\$ 1,346,033
Water & Sewer Revenue	30,971,131			30,971,131
Connection Fees	534,375			534,375
Grant Revenue	1,541,454			1,541,454
Miscellaneous Revenue	1,596,377	25,000		1,621,377
Borrowing		14,504,618		14,504,618
Fund Transfers		6,395,570	-	6,395,570
Total Revenues	\$ 35,489,370	\$ 20,925,188	\$ 500,000	\$ 56,914,558
Expenditures:				
Debt Service	\$ 7,165,107	\$ -	\$ -	\$ 7,165,107
Fund Transfers	6,395,570			6,395,570
Operation Expenses	19,688,969			19,688,969
Due In Lieu of Taxes	1,393,691			1,393,691
Capital Projects	-	20,925,188		20,925,188
Cash Balance 9/30/2009	846,033	-	500,000	1,346,033
Total Expenditures	\$ 35,489,370	\$ 20,925,188	\$ 500,000	\$ 56,914,558

Additional information on the proposed budget is available for inspection in the office of the Clay County Utility Authority at 3176 Old Jennings Road, Middleburg, Florida, Monday through Friday 8:00 a.m. to 5:00 p.m. except legal holidays. Following the public hearing, which may be adjourned from time to time, The Board of Supervisors may adopt or modify the proposed budget.

In accordance with the Americans With Disabilities Act, any person needing a special accommodation to participate in this matter, should contact the Clay County Utility Authority by mail at 3176 Old Jennings Road, Middleburg, Florida 32068 or by telephone at (904) 272-5999 x 2464, no later than 7 days prior to the hearing or proceeding for which this notice has been given. Hearing impaired persons can access the foregoing telephone number by contacting the Florida Relay service at 1-800-955-8770 (Voice) or 1-800-955-8771 (TDD).

If any person intends to appeal any decision related to this action, such person will need to provide a court reporter at such person's own expense, for a transcript of the proceedings. All interested persons are invited to attend.

CLAY COUNTY UTILITY AUTHORITY
Ray O. Avery, Executive Director

CLAY COUNTY UTILITY AUTHORITY
2008/2009 PROPOSED OPERATING BUDGET

Revenues:	Proposed 2008/2009
Cash Carryforward-10/1	\$846,033
Water Revenue	12,000,454
Sewer Revenue	16,990,670
Rate Increase 6.8297%	1,980,007
Connection Fees & DEP Grants	2,075,829
Miscellaneous Revenue	697,250
Capital Fund-Const. Dept.Labor, OH, & Equipt	612,489
Interest-Restricted	15,315
Interest-Non Restricted	271,323
Total Revenues	\$35,489,370
Expenditures:	
Debt Service - Interest	\$3,151,141
Debt Service - Principal	1,989,872
Debt Service - Reserve/Stabilization	2,024,094
Debt Service - Principal Paid From Connect Fees	(390,000)
Restricted Interest Income	15,315
Renewal & Replacement Fund	1,530,693
Environmental Reuse Capital Fund	635,276
Connection Fee Fund & DEP Grants	2,075,829
Departmental Capital Fund	1,425,896
Operation Expenses:	
Wages	\$7,122,240
Capitalized Operating Wages	(255,306)
Health Insurance	1,247,795
Retirement	712,224
Licenses, Education, & Uniforms	135,040
Payroll Taxes	569,779
Workers Compensation ins.	112,759
General Liability & Property Insurance	465,911
Transportation Expense	794,000
Rental Space	10,800
Communication Expense	260,000
Electric & Fuel-W/P	713,856
Electric & Fuel-L/S	420,000
Electric & Fuel-STP	1,577,936
Electric & Fuel-Office	38,896
Chemicals Water	130,000
Chemicals Sewer	589,530
Supplies-Water	550,000
Supplies-Sewage	885,500
Supplies Office	300,000
Engineering Exps	18,000
Legal Expenses	50,000
Audit Expenses	35,000
Subcontractors-Water	400,000
Subcontractors-Water Testing	60,000
Subcontractors-Sewage	636,995
Subcontractors-Sewage Testing	153,000
Subcontractors General	200,000
Sludge Removal	942,605
Sludge Treatment	189,150
Bad Debt Exps	20,000
Miscellaneous	90,000
Contingency	958,786
Board Of Directors Compensation	44,545
Due in Lieu of Taxes	1,393,691
Total Operations Expense	\$21,572,732

CLAY COUNTY UTILITY AUTHORITY
2008/2009 PROPOSED OPERATING BUDGET

	Proposed
Construction Department Expenses:	
Wages	\$259,966
Health Insurance	53,477
Retirement	25,997
Payroll Taxes	20,797
Workmen's' Compensation Insurance	13,875
Property/Liability Insurance	29,739
Equipment Fuel, Repairs & Maintenance	34,888
Communication Expense	3,600
Field Supplies & Small Tools	22,000
Office Supplies	2,000
Miscellaneous Expenses & Employee Training	2,375
Contingency Reserve	65,624
Depreciation	78,151
Total Construction Department Costs	612,489
Reserve for Cash Balance 9/30	\$846,033
Total Expenditures	<u>\$35,489,370</u>

Clay County Utility Authority
2008/2009 Self Insurance Fund Budget

	<u>TOTAL SELF INSURANCE FUND</u>
REVENUES:	
Fund Balance, Estimated as of October 1, 2008	\$500,000
Fund Transfer from Operations	<u>0</u>
Fund Balances After Transfer	<u>\$500,000</u>
EXPENDITURES:	
Expenditures will be Board Approved per Occurrence	<u>\$0</u>
Total Self Insurance Expenditures	<u>\$0</u>
Fund Balance September 30, 2009	<u>\$500,000</u>

Clay County Utility Authority
2008/2009 Capital Projects Expenditures Budget
Adjusted for Prior Year Jobs Not Completed as Of 9/30/2007

Fiscal Year
2008/2009

REVENUES:

Renewal & Replacement Transfer Including Construction	\$1,608,844
Environmental Reuse Capital Fund Transfer	635,276
Connection Fees Transfer (125 @ \$1,680 Reclaim 125 @ 2595 W/O)	534,375
Departmental Capital Transfer	1,425,896
Surplus Transfer (Operating Contingency Utility & Construction)	1,024,410
Tap-In Construction Funds	25,000
Grant Money	1,541,454
Restricted Interest Earnings	15,315
Debt Service (paid from connection fees)	(390,000)
Borrowing if needed	14,504,618
Fund Balances After Transfers	\$20,925,188

CAPITAL EXPENDITURES:

99 "Tap-In" Construction Assets	\$25,000
100 Departmental Capital	528,604
INFILL PROJECTS BUDGET	
Unidentified System Renewal & Replacement	107,250
General Capital Projects Contingency	80,000

WATER TREATMENT PLANTS:

Orange Park Grid Water Treatment Plants:

Lucy Branch WTP - Refurbish Ground Storage Tank	50,000
Lucy Branch WTP - New fencing on two sides	25,000
Lucy Branch WTP - Miscellaneous Plant Upgrades	10,000
Meadowbrook WTP - Miscellaneous Plant Upgrades	10,000
Orange Park South WTP - Miscellaneous Upgrades	10,000
Orange Park South WTP - New Garage Door on Generator Room	10,000
Greenwood/Tanglewood - Refurbish Ground Storage Tanks	50,000
Old Jennings Road WTP - Miscellaneous Plant Upgrades	10,000
Ridaught WTP - Miscellaneous Plant Upgrades	5,000
Middleburg High School- Refurbish Ground Storage	40,000

Fleming/Pace Grid Water Treatment Plants:

Fleming Oaks WTP - Miscellaneous Plant Upgrades	10,000
Pace Island WTP - Miscellaneous Plant Upgrades	10,000
Pace Island WTP - Mew 10,000 Gal. Hydro Tank	50,000

Other Water Treatment Plants:

Mid Clay WTP - Miscellaneous Plant Upgrades	10,000
Spencers WTP - Miscellaneous Plant Upgrades	10,000
Pier Station - Miscellaneous Plant upgrades	10,000
Ravines WTP - Miscellaneous Plant Upgrades	5,000
Branscomb Road WTP - Replace Hydro Tank and install VFD's	27,000
Keystone Club - Replace 10,000 Gal. Hydro tank	50,000
CR215 & 301 Industrial Park - Phase I Plant (Highlands DRI)	250,000
WTP - Industrial Development and Prison south of GCS, net of CIAC	100,000

WASTE WATER TREATMENT PLANTS:

Miller Street WWTP:

Miller St. WWTP - Replace Magna Rotors	170,000
Miller St. WWTP - Replace Sludge Facility	2,085,660
Miller St. WWTP - Miscellaneous Plant Upgrades	20,000
Miller St. WWTP - Plant upgrade to treat & pump reclaim water	4,000,000

Ridaught WWTP:

Ridaught WWTP - Miscellaneous Plant Upgrades And Improvements	20,000
Ridaught WWTP - Refurbish Mothballed Plant & Plant Expansion	100,000
605 Ridaught WWTP - Replace Sludge Facility	355,000

Fleming Island Regional WWTP:

589 Fleming Island Reg. WWTP - Install BioChem Class A Sludge Treatment System	355,000
Fleming Island Reg. WWTP - Relocate 350KW Generator to the effluent pump station area	125,000
Fleming Island Reg. WWTP - Miscellaneous Plant Upgrades	20,000

Mid Clay WWTP:

MidClay WWTP - Phase Expansion	150,000
Mid Clay WWTP - Miscellaneous Plant Upgrades	10,000

Ravines WWTP:

Ravines WWTP - Misc. Plant Upgrades	10,000
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Spencers WWTP:

Spencers WWTP - Miscellaneous Plant Upgrades	10,000
549 Spencers WWTP - Install BioChem Class A Sludge System	355,000
540 Spencers WWTP - Phase V Expansion	4,500,000

CR 218 & 301 - Industrial Park:

CR 218 & 301 - Industrial Park - Phase 1 Plant/ Highland DRI	550,000
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Keystone WWTP Plant And Collection System

Keystone WWTP and Collection System Misc Expansion	50,000
Keystone Wastewater Treatment Plant - Phase II Construction	400,000

Other:

Lightning Protection @ Biochem Facilities	100,000
WWTP - Industrial Development and Prison south of GCS, net of CIAC	100,000

DISTRIBUTION & COLLECTION SYSTEM:

All Systems:

Water & Wastewater System Rehab - 2007-2008	1,600,000
Miscellaneous Trunk Main Upgrades	50,000
Upgrade Various Lift Stations, including hydro tanks	300,000
Lift Station Back up Generators Phase V	280,000

Kingsley System Distribution & Collection:

Collection System Hydro tank upgrades	80,000
US 17 Loop Water Main on the East Side Raggey Point to Allegro	125,000
Mocassin Slough Sanitary Sewer Main - Phase II	80,000

Clay System Distribution & Collection:

Brannanified CR220 Trunk Main inter connects	141,674
Old Jennings Road Water main from Allie Murray to Church	120,000
LS #63 Knight Boxx Rd. L/S Upgrade & FM Installation	50,000
CR 220, 220A, SR21, Long Bay Water and FM Extensions	300,000
Old Jennings Road Water Extension Allie Murray to Church, Cost Share	120,000

Mid Clay System Distribution & Collection:

Sandridge To Meadowlake 12" Water Loop	25,000
Mid Clay to Ridaught Trunk Reclaim	875,000
Lake Asbury Dr. to Cokesbury - Water main loop	25,000

RECLAIMED WATER TRANSMISSION & DISTRIBUTION SYSTEMS:

Mid Clay System Reuse Transmission & Distribution System:

Install 20" Reclaimed Water Transmission Main From Ridaught to Mid Clay-Black Creek Bridge C	1,125,000
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Kingsley System Reclaimed Water Transmission & Distribution System:

All Systems:

Miscellaneous Reclaimed Mains	300,000
Miscellaneous Reclaimed Mains Upgrades	50,000

GENERAL & ADMINISTRATIVE

Meters - Growth 1,500 Potable, 1,000 Reuse	300,000
234 Meters - Retrofit for Radio Read	
TOTAL CAPITAL EXPENDITURES	\$ 20,925,188

Fund Balance September 30, 2009

\$0

Note: Capital Projects for FY 2007/2008 not finished have been added to this year's budget along with their funding sources.